

Release Date 11-23-69

CONFIDENTIAL

P-W

HOPKINS #1 JORDAN STRAT SE SE498
Sec. 6-T17N-R6E COCONINO COUNTY

s1

LOCATION	SE SE	SEC	6	TWP	17N	RANGE	6E	FOOTAGE	330' FEL	700' FSL
ELEV	4400'	GR	KB	SPUD DATE	5-17-69	STATUS		TOTAL		
						COMP. DATE	5-23-69	DEPTH	1254'	

CONTRACTOR O'Donnell & Ewing

CASING SIZE	DEPTH	CEMENT	LINER SIZE & DEPTH	DRILLED BY ROTARY	X
10 3/4	40'	60 SKS	NA	DRILLED BY CABLE TOOL	
7	1060'	none		PRODUCTIVE RESERVOIR	
				INITIAL PRODUCTION	

[illegible]

ELECTRIC LOGS	PERFORATED INTERVALS	PROD. INTERVALS	SAMPLE LOG
IE (Welex) Geo. File	NA	NA	SAMPLE DESCRP.
(In Strategy Files)			SAMPLE NO. 1608
			CORE ANALYSIS
			DSTs
REMARKS			APP. TO PLUG
			PLUGGING REP.
			COMP. REPORT

WATER WELL ACCEPTED BY Walter E. Jordan & Ruth Woolf Jordan

BOND CO. <u>Fireman's Fund Ins. Co.</u>		BOND NO. <u>SLR 707 17 19</u>	
BOND AMT. \$ <u>5,000</u>		DATE <u>12-3-69</u>	
FILING RECEIPT <u>9580</u>		ORGANIZATION REPORT <u>1-24-69</u>	
API NO. <u>02-005-20006</u>		LOC. PLAT <u>X</u>	WELL BOOK <u>X</u> PLAT BOOK <u>X</u>
DATE ISSUED <u>5-16-69</u>		DEDICATION <u>Strat</u>	

PERMIT NUMBER 498

(over)

NO.	FROM	TO	RESULTS
1	854	74	Rec. 8" Dolomite - no show
2	1060	80	Rec. 20' Dolomite - no show

			CORE RECORD	
NO.	FROM	TO	RECOVERY	REMARKS

DATE STARTED - COMPLETED		WORK PERFORMED	NEW PERFORATIONS

ADDITIONAL INFORMATION

WELL COMPLETION OR RECOMPLETION REPORT AND WELL LOG							
DESIGNATE TYPE OF COMPLETION:							
New Well <input checked="" type="checkbox"/>	Work-Over <input type="checkbox"/>	Deepen <input type="checkbox"/>	Plug Back <input type="checkbox"/>	Same Reservoir <input type="checkbox"/>	Different Reservoir <input type="checkbox"/>	Oil <input checked="" type="checkbox"/>	Gas <input type="checkbox"/> Dry <input type="checkbox"/>
DESCRIPTION OF WELL AND LEASE							
Operator A. A. Hopkins, Jr., Operator				Address 9437 Santa Monica Blvd. Bev. Hills, Calif.			
Federal, State or Indian Lease Number or name of lessor if fee lease Walter E Jordan & Ruth Woolf Jordan				Well Number #1 Strat		Field & Reservoir Wildcat	
Location 330' W fr E line & 700' N fr S line				County Cocconino			
Sec. TWP-Range or Block & Survey Sec. 6, T. 17 N., R. 6 E.							
Date spudded May 17, 1969		Date total depth reached May 23, 1969		Date completed, ready to produce -----		Elevation (DF, RKB, RT or Gr.) feet -----	
Total depth 1254'		P.B.T.D. -----		Single, dual or triple completion? -----		If this is a dual or triple completion, furnish separate report for each completion.	
Producing interval (s) for this completion -----				Rotary tools used (interval) 0 to 1254'		Cable tools used (interval) -----	
Was this well directionally drilled? No		Was directional survey made? No		Was copy of directional survey filed? No		Date filed May 24, 1969	
Type of electrical or other logs run (check logs filed with the commission) I.E.S.				Date filed May 24, 1969			
CASING RECORD							
Casing (report all strings set in well—conductor, surface, intermediate, producing, etc.)							
Purpose	Size hole drilled	Size casing set	Weight (lb./ft.)	Depth set	Sacks cement	Amt. pulled	
Conductor	15"	10 3/4"	32#	0 - 40'	60	None	
Water String	8 3/4"	7"	1060 20#	0 - 1060'	None	60'	
TUBING RECORD				LINER RECORD			
Size	Depth set	Packer set at	Size	Top	Bottom	Sacks cement	Screen (ft.)
None	in.	ft.	in.	ft.	ft.	ft.	ft.
PERFORATION RECORD				ACID, SHOT, FRACTURE, CEMENT SQUEEZE RECORD			
Number per ft.	Size & type	Depth Interval		Am't. & kind of material used		Depth Interval	
None							
INITIAL PRODUCTION							
Date of first production None		Producing method (indicate if flowing, gas lift or pumping—if pumping, show size & type of pump:)					
Date of test None	Hrs. tested	Choke size	Oil prod. during test bbls.	Gas prod. during test MCF	Water prod. during test bbls.	Oil gravity ° API (Corr)	
Tubing pressure	Casing pressure	Cal'd rate of Production per 24 hrs.	Oil bbls.	Gas MCF	Water bbls.	Gas-oil ratio	
Disposition of gas (state whether vented, used for fuel or sold):							
CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the <u>Owner</u> of the <u>A. A. Hopkins, Jr., Operator</u> (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.							
Date May 23, 1969				Signature <i>A. A. Hopkins Jr.</i>			
Permit No. 498				STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Well Completion or Recompletion Report and Well Log Form No. 4 File One Copy			

DETAIL OF FORMATIONS PENETRATED

Formation	Top	Bottom	Description*
Alluvium	0	5'	Red clay and sand
Supai Permian	5'	200' *	Red sandstone and shale; lost circulation at 200' prevented returns from that depth to 1060'
Martin Form. Devonian	854-74'	1220'	Gray dolomite, green shale, purple shale, yellowish dolomite, pink dolomite. Core sample cut from 854 to 874' and 1060' to 1080' were both Devonian gray fine grained hard to soft dolomite.
Granite Pre-Cambrian	1220'	1254'	Red fresh granite.

* Show all important zones of porosity, detail of all cores, and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries.

INSTRUCTIONS:

Attach drillers log or other acceptable log of well.

This Well Completion or Recompletion report and well log shall be filed with the State of Arizona Oil & Gas Conservation Commission not later than thirty days after project completion.

Form No. 4

TO: Oil and Gas Conservation Commission
State of Arizona
1624 W. Adams, Room 202
Phoenix, Arizona 85007

This is to advise you that I accept the abandoned wildcat well, known as the
Hopkins #1 Jordan Strat located on the SE 1/4 SE 1/4 1/4-1/4
of Section 6 Township 17N Range 6E, County of Cochise
Arizona, as a water well to be used for domestic purposes.

Further, I accept full responsibility for the proper maintenance and use of
the above well, including final plugging, in full compliance with the Rules
and Regulations adopted by the Oil and Gas Conservation Commission.

I understand that I am responsible for compliance with the provisions of the
State Water Code, Chapter 1, Title 45, Arizona Revised Statutes and with any
applicable requirements of U.S. Geological Survey.

Signature Walter E. Jordan

Address Jordan Road, Sedona, Arizona

Ruth Woolf Jordan

State of Arizona
County of Cochise

On this, the 23 day of May, 19 69, before me, _____

John C Webb, the undersigned officer, personally appeared

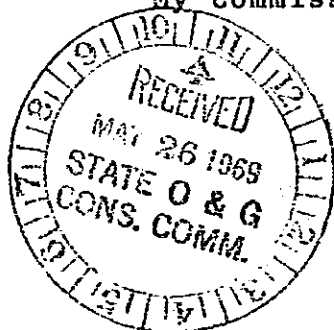
Walter E Jordan & Ruth Woolf Jordan, known to me (or satisfactorily proven)
to be the person whose name is subscribed to the within instrument and ack-
nowledged that they executed the same for the
purpose therein contained.

In witness whereof I hereunto set my hand and official seal.

Notary Public John C Webb

My Commission expires _____

My Commission Expires June 25, 1972



State of Arizona
OIL & GAS CONSERVATION COMMISSION
WATER WELL ACCEPTANCE
Form 26 - File one copy

Permit No. 498

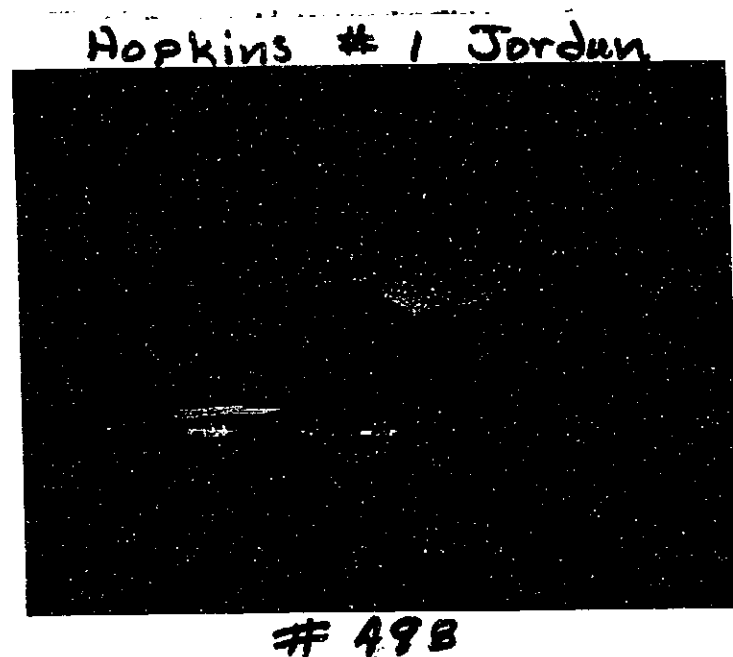
January 22, 1970

Memo to Hopkins #1 Jordan Strat
Permit #498

From: John Bannister

Well site has been leveled and cleaned and is excellent in
appearance. Land owner is satisfied with results.

This well has been taken over by land owner as water well.



1-22-70

Chano

December 3, 1969

Memo from Mr Bannister

Memo to Hopkins #1 Jordan Strat
T17N, R6E, G & SRM
Sec. 6: SE/4 SE/4
Coconino County
Permit #498

Mr. Walter Jordan, the land owner, telephoned today and advised that the rig has been moved off and the location repaired to his satisfaction. A Mr. Blevins from Camp Verde performed this work. Jordan advised that Hopkins has paid Blevins some \$500 for the initial preparation of the drill site and still owes Mr. Blevins for the cleanup operations. Blevins will advise us when he has been paid for this cleanup work.

Dec. 29, 1969

Mr. Bob Blevins telephoned this date. He says he has not been completely paid for his cleanup work on this well and has not heard from Hopkins for over a month.

1- Chene
X Lambert

November 18, 1969

Memo to Hopkins #1 Jordan Strat
T17N, R6E, G & SRM
Sec. 6: SE/4 SE/4
Coconino County
Permit #498

Memo from J. A. Lambert

Mr. A. A. Hopkins called this date at 9:20 a.m. He informs this office that he has contracted with Bob Blevins to clean up the captioned site. We will be notified at such time as that is done; and, he requests that we release the bond on the captioned well.

August 2, 1969

Memo: File 498
Hopkins #1 Jordan

From: John Bannister

I visited this location and found the rig still present. The mast had been lowered, however no attempts have been made as of this date to remove the rig from the location.

I contacted Mr. Walter Jordan, owner of the land involved, and found him to be most unhappy with the situation. Mr. Jordan advised that when the original trouble started the location was not in violation of the local zoning ordinance, inasmuch as his property had been zoned "General" for as long as it was being used for farming purposes. He further advised that he has spoken many times with both Hopkins and Bert McComack (O'Donnell & Ewing Drilling Co., Inc.) concerning removal of the rig. I explained that removal is primarily the responsibility of Mr. Hopkins as owner of the lease and operator of the well there. According to Mr. Jordan, O'Donnell & Ewing has made arrangements somewhere in the vicinity for a site upon which this rig may be stored when it is moved.

I made repeated and unsuccessful attempts to contact Mr. Hopkins.

The location is clean and a representative of O'Donnell and Ewing is staying at the well as guard, however once the rig is moved there is much leveling that will need being done. I explained to Mr. Jordan that Mr. Hopkins' bond on file with this Commission will guarantee leveling and cleaning of the surface once the rig is removed. Mr. Jordan advised that he would prefer Mr. Bob Blevins of Camp Verde to do the clean-up work and that Mr. Blevins was the one who prepared the location and has done other work of this sort for Mr. Jordan.

Pictures attached.



#498

8-2-69

Hopkins #1 Jordan

From the Desk of

JOHN BANNISTER

Hopkins

498

Forrest needs to clear

NW NE SE 5-17N-6E

This & 5 other appls. pending
since Feb — (69)

Jay Ebe. 282-7056 Sedona

Bob Wier 774-5261 Flag

W. D. Hurst (505) 843-D311

Regional Forester ext 2401

Albu

Forrest Aps. filed 2-7-69

- | | |
|------------------|-----------------|
| 1. NENE 5-17-6 | 4. SESE 22-17-5 |
| 2. NWNW 4-17-6 | 5. SESE 2-17-5 |
| 3. NW SW 27-16-5 | |

(Over)

498

- Mr. John Koen (Forrest Svc.
Albuquerque) phoned 2 pm
on 5-23-69 and advised
that permits were being processed
- the first (Sec. 4.) to reach
Hopkins Mon. or Tues (5-26 or 27)
- Sec 5. was too close to
scenic road to issue -
rest would follow

JKB

BLM is working with
us to prevent these
delays.

From the Desk of

JOHN BANNISTER

498

Hopkins #1 Jordan
SESE 6-17N-6E

Zoning ord dated 5-4-69

Jordan lease 3-27-69

Walter Jordan landowner

W. A. Flick - asst. Co. Atty
11/1-6291

J. Michael Flourney - Co. Atty

Telephone 5-26-69 Al Hyatt: re J. Bannister
to J.B.

#498

Core #1 854-74 Rec 8"

Core #2 1060-80 Rec 20'

No show in Devonian core:
Hard tight dolomite.

TD 1254 (top granite 1220')

RAN IES Log (were not able to get to
TD. Log run to 1120')

Left 7" csq. hanging in well @ 1060'

Is turning over well as water well to
land owner.

5.31.69 Report from J. Bannister: rig still on
location. Well cased. Has been
turned over as a water well.
Pits still need covering.

SUNDY NOTICES AND REPORTS ON WELLS

1. Name of Operator A. A. Hopkins, Jr., Operator
 2. OIL WELL ☒ - GAS WELL ☐ OTHER ☐ (Specify) _____
 3. Well Name Hopkins #1 Jordan Strat
 Location 330' W fr E line & 700' N fr S line
 Sec 6 Twp 17 N. Rge 6 E. County Cocconino Arizona.
 4. Federal, State or Indian Lease Number, or lessor's name if fee lease Walter E Jordan and Ruth Woolf Jordan

5. Field or Pool Name Wildcat

6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF ☐ PULL OR ALTER CASING ☐
 FRACTURE TREAT ☐ DIRECTIONAL DRILL ☐
 SHOOT OR ACIDIZE ☐ PERFORATE CASING ☐
 REPAIR WELL ☐ CHANGE PLANS ☐
 (OTHER) _____

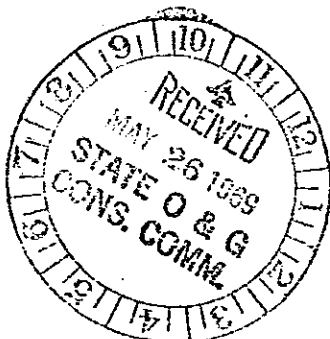
SUBSEQUENT REPORT OF:

WATER SHUT-OFF ☐ MONTHLY PROGRESS ☐
 FRACTURE TREATMENT ☐ REPAIRING WELL ☐
 SHOOTING OR ACIDIZING ☐ ALTERING CASING ☐
 ABANDONMENT ☒
 (OTHER) _____

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

7. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

O'Donnell & Ewing, Inc. spudded this well on May 17, 1969, drilled 40' of 15" hole and cemented 40' of 10 3/4", 32#, J-55 casing with 60 sacks of type 2 cement. Drilled ahead in 8 3/4" hole to 200', lost circulation in cavernous conditions but continued to drill to 1060'. Ran and hung 1060' of used 7", 20#, J-55 casing and drilled ahead in 6 1/2" hole to 1254'. Ran WELEX induction-electric log and abandoned well by turning same over to the landowner; landowner signed water well acceptance form. Well abandoned May 24, 1969.



8. I hereby certify that the foregoing is true and correct.

Signed _____ Title Operator Date May 24, 1969

STATE OF ARIZONA
 OIL & GAS CONSERVATION COMMISSION
 Sundry Notices and Reports On Wells
 File ~~3~~ Copies

Form No. 25

Permit No. 498

X-Chrono

May 22, 1969

Memo to: File 498
Hopkins #1 Jordan

From John Bannister

On May 20, 1969, while in Douglas, at approximately 11:30 p.m. I was advised by telephone by Mr. Bert McComack that Mr. Walter Jordan, lessor in the captioned well, had received a letter dated May 20, 1969 from William A. Flick, County Attorney, advising that this well was in an area zoned by the County as R-1, prohibiting any commercial use.

I have been further advised that Mr. Jordan has for years operated a commercial apple orchard in this area and some of the surrounding residences are owned by artists who paint and sell from this area.

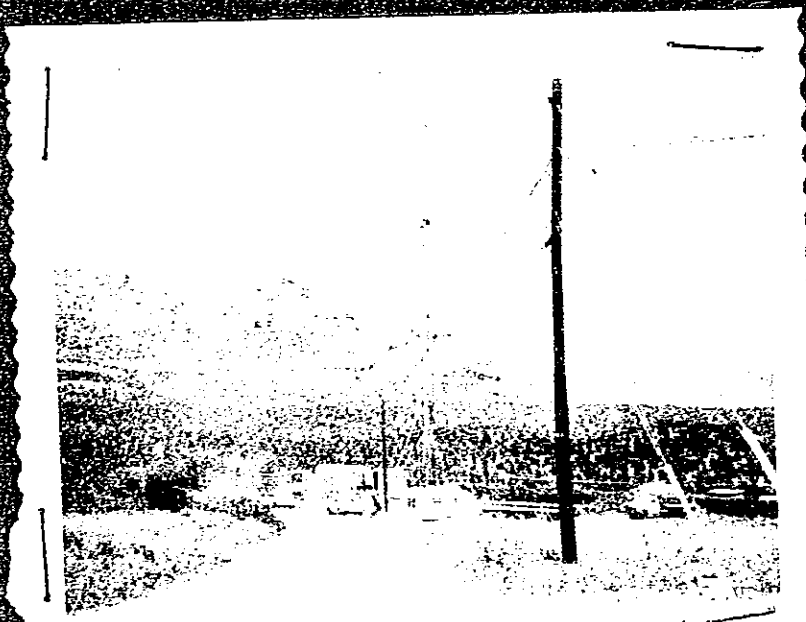
The letter from Mr. Flick further enclosed a letter from Mr. Mr. Phil Sites to Mr. Flick. Mr. Sites is the Acting Director of County Zoning. Mr. Sites advised Mr. Flick that his office investigated the captioned well and that apparently it was ~~in~~ in conflict with a R-1 zoning ordinance.

On May 21, 1969 I contacted John McGowan of the Attorney General's Office. He advised that the permit issued by the State was a good permit provided all rules and regulations in issuing had been complied with and that any disagreement with a county or city official was a matter between the operator and proper officials and was not a concern of the State. Further advised that issuance of our permit was correct in all manner.

WELL SITE CHECK

Contractor O'Donnell Ewing Person(s) Contacted AL Hopkins
 Spud date 5-17-69 BERT M^r (tool-pusher)
 Type Rig _____ Rotary Cable ☒ Present Operations Drilling 841'
 Samples 10'
 Pipe Set 10 3/4" @ 41' w/60 5x Drilling with Air ☒
 Water Zones _____ Size Hole 8 3/4"
 Lost Circ. Zones _____ Size Drill Pipe 4 1/2"
 Formation Tops _____ Type Bit 8 3/4" button bit
 Cores, Logs, DST _____ No. Bit 2 Drilling Rate _____
 Formation _____
 Crews Running 3 Towers Lithology _____

REMARKS, PHOTO, MAP



O'Donnell Ewing Rig.
 Drilling @ 841'. No
 simpl. returns since
 100'. Turning 90 RPM.
 Using 10 collars.

WELL NAME Hopkins #1 Trench Strait

DESIGNATION OF OPERATOR

The undersigned is the record holder of Lease:
(Number or name of lease and description of entire lease acreage)

Walter E. Jordan lease, SE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$; E $\frac{1}{2}$ N $\frac{1}{2}$ S $\frac{1}{2}$ SE $\frac{1}{4}$; SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$, LESS 4.384 acres
sold in parcels, LESS: Mogollon Homesites, in Section 6, T 17 N., R 4 E.,
G.S.R.B.&M., Coconino Co., Arizona, containing 29.7 acres more or less.

and hereby designates

Name: A. A. Hopkins, Jr.

Address: 9437 Santa Monica Blvd., Beverly Hills, California 90210

as his operator and local agent, with full authority to act in his be-
half in complying with the terms of the lease and all regulations,
whether Federal, Indian, State, or local, applicable thereto and on whom
may be served written or oral instructions in securing compliance with
all the applicable lease terms, and rules and regulations of the Oil
and Gas Conservation Commission, State of Arizona, with respect to:

(Describe only the acreage to which this designation applies)

47 All as described above.

It is understood that this designation of operator does not re-
lieve the lessee of responsibility for compliance with the terms of the
lease and with all the applicable rules and regulations of the Oil and
Gas Conservation Commission, State of Arizona. It is understood that
this designation of operator does not constitute an assignment of any
interest in the lease.

In case of default on the part of the designated operator, the
record holder of the lease remains primarily responsible for and will
make full and prompt compliance with all applicable lease terms, the
rules and regulations of the Oil and Gas Conservation Commission, State
of Arizona, or orders of other appropriate regulatory governmental
agencies.

The lessee agrees promptly to notify all proper authorities and
appropriate regulatory governmental agencies on any change in the des-
ignated operator.

The designated operator agrees to promptly notify all proper au-
thorities of any change of his address during the period in which this
designation of operator is in force.

May 18, 1969
(Date)

May 18, 1969
(Date)

Dal Petroleum Co.

Lessee

A. A. Hopkins, Jr., Operator

Designated Operator

17
498
(If this Designation of Operator applies to a State of Arizona Oil and
Gas Lease, copy of this designation of operator must be filed with the
State Land Department.)

APPLICATION FOR PERMIT TO DRILL OR RE-ENTER

APPLICATION TO DRILL ☒

RE-ENTER OLD WELL ☐

A. A. HOPKINS, JR., OPERATOR
NAME OF COMPANY OR OPERATOR

9437 Santa Monica Blvd., Beverly Hills, Calif. 90210
Address City State

O'donnell & Ewing, Inc.
Drilling Contractor

4800 North Central Avenue, Suite 101, Phoenix, Arizona 85012
Address

DESCRIPTION OF WELL AND LEASE

Federal, State or Indian Lease Number, or if fee lease, name of lessor <u>Hopkins #1 Jordan Strat</u>	Well number <u>#1 Strat</u>	Elevation (ground) <u>4400'</u>
Nearest distance from proposed location to property or lease line: <u>330</u> feet	Distance from proposed location to nearest drilling completed or applied—for well on the same lease: <u>none</u> feet	
Number of acres in lease: <u>29.7</u>	Number of wells on lease, including this well, completed in or drilling to this reservoir: <u>none</u>	
If lease, purchased with one or more wells drilled, from whom purchased: <u>No</u>	Name	Address
Well location (give footage from section lines) <u>330' W fr E line & 700' N fr S line Sec 6, T. 17 N., R. 5 E.</u>	Section—township—range or block and survey <u>Strat test</u>	Dedication (Comply with Rule 105) <u>Strat test</u>
Field and reservoir (if wildcat, so state) <u>Wildcat</u>	County <u>Coconino</u>	
Distance, in miles, and direction from nearest town or post office <u>1/2 mile from Sedona, Arizona to the north</u>		
Proposed depth: <u>1200'</u>	Rotary or cable tools <u>Rotary</u>	Approx. date work will start <u>May 17, 1969</u>
Bond Status <u>In the mail</u>	Organization Report <u>On file X</u>	Filing Fee of \$25.00 <u>Attached X</u>
Amount <u>\$5,000.00</u>	Or attached	

Remarks:
This well is to be drilled as a stratigraphic test and all information released is to be held strictly confidential.

CERTIFICATE: I, the undersigned, under the penalty of perjury, state that I am the owner of the

A. A. HOPKINS, JR., OPERATOR (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Signature

May 14, 1969
Date

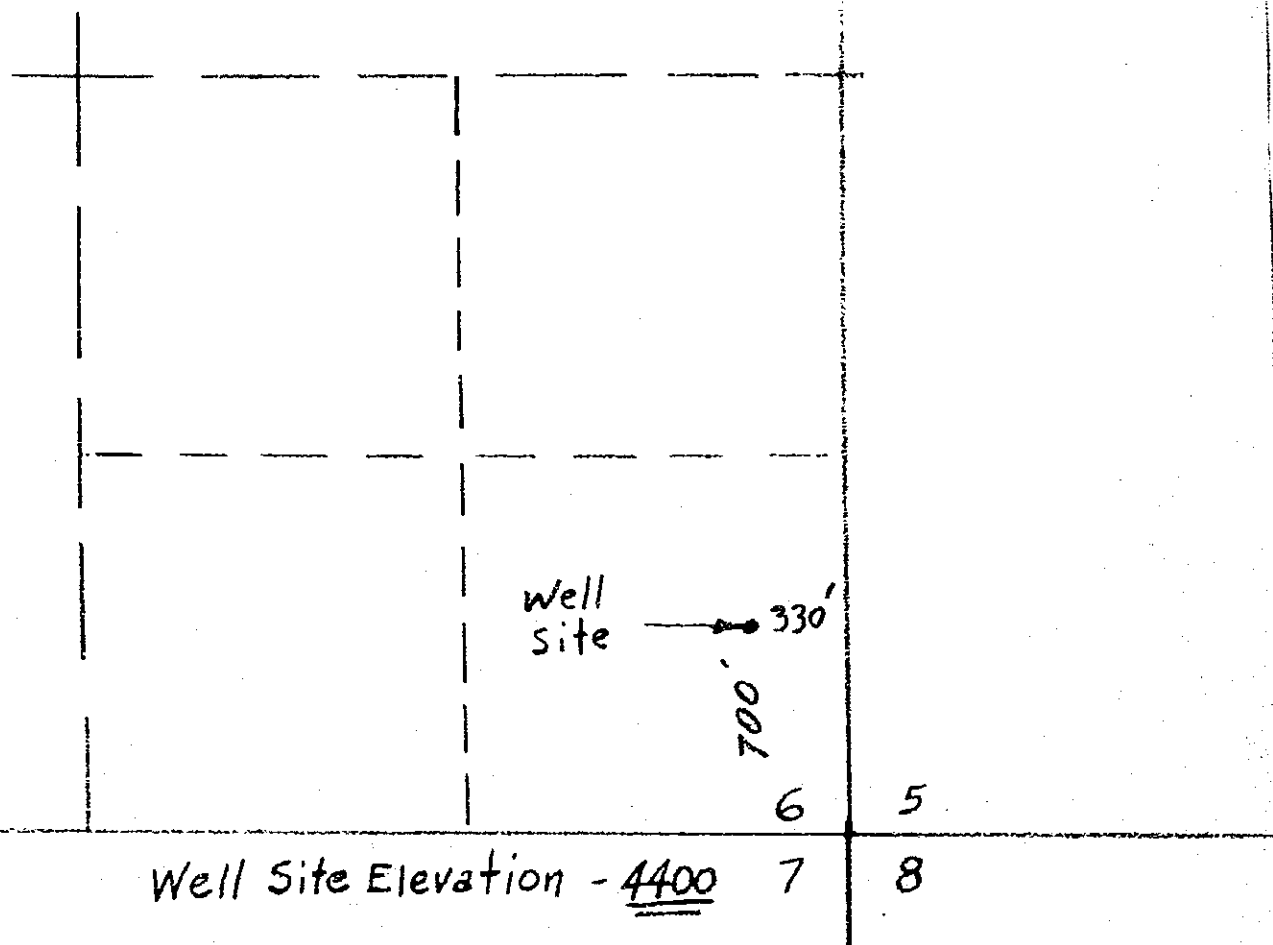
Permit Number: 4980
Approval Date: 5-16-69
Approved By: John Bonmister

Notice: Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

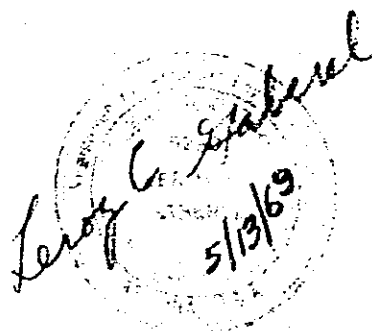
STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION
Application to Drill or Re-enter
File Two Copies

Form No. 3

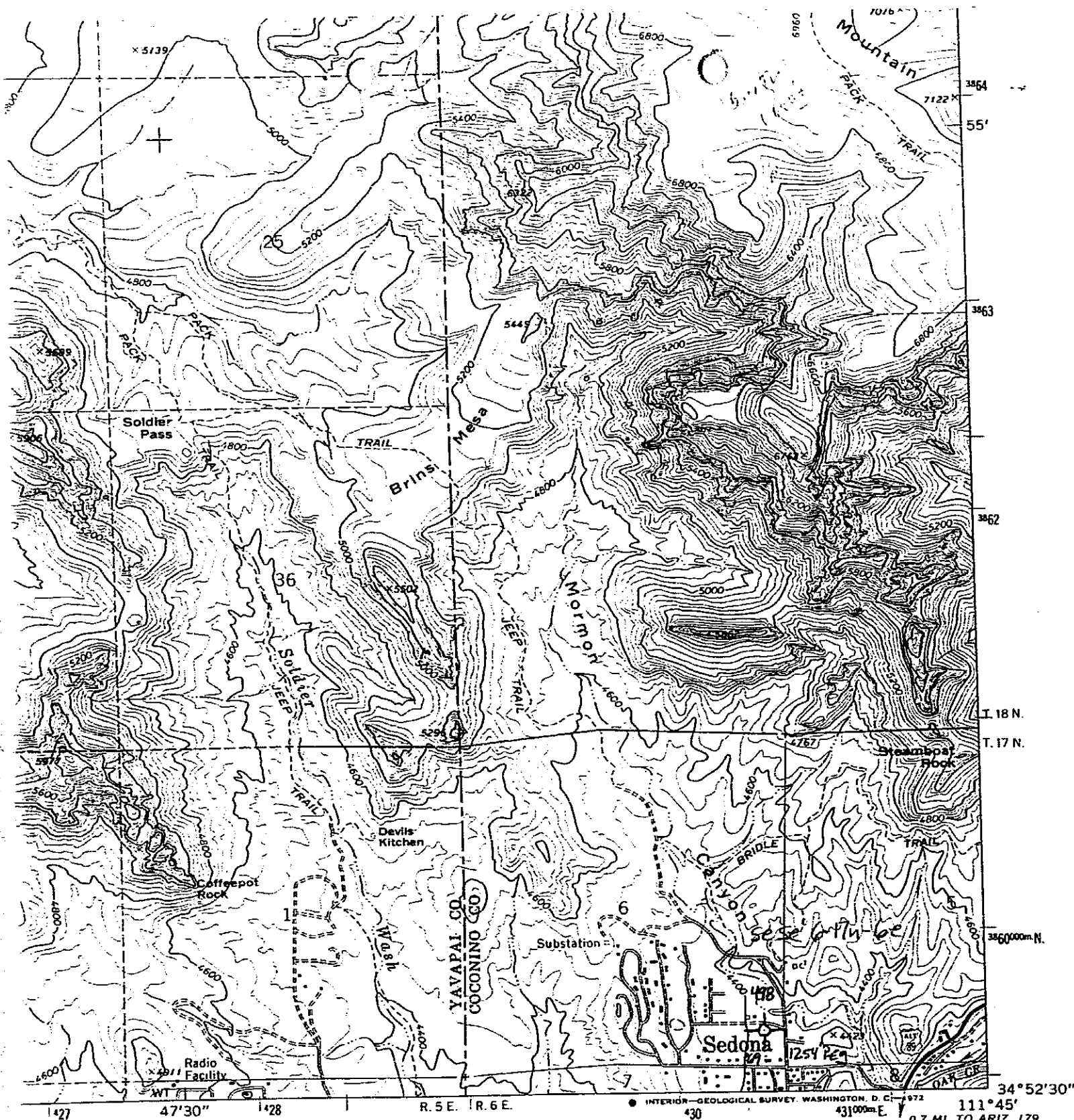
(Complete Reverse Side)



WELL SITE LOCATION
HOPKINS - JORDAN
IN
SE $\frac{1}{4}$ SE $\frac{1}{4}$ SEC. 6
T17N, R6E, G&SRB&M
Scale: - 1" = 660'



L. C. GABEREL P. E.
SEDONA, ARIZONA



1 MILE
7000 FEET
METER



ON, D. C. 20242
QUEST

THE UNIVERSITY OF ARIZONA
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Primary highway, all weather, hard surface
Light-duty road, all weather, improved surface
Unimproved road, fair or dry weather

U. S. Route

WILSON MOUNTAIN, ARIZ.
N3452.5—W11145/7.5

1969

AMS 3653 IV NE—SERIES V898

458
469
479
482
487
495
498



PERMIT TO DRILL

This constitutes the permission and authority from the

OIL AND GAS CONSERVATION COMMISSION,
STATE OF ARIZONA,

To: A. A. Hopkins, Jr.
(OPERATOR)

to drill a well to be known as

Hopkins #1 Jordan Strat
(WELL NAME)

located 330' FSL - 700' FSL

Section 6 Township 17N Range 6E, Cocconino County, Arizona.

The _____ of said
Section, Township and Range is dedicated to this well.

Said well is to be drilled substantially as outlined in the attached Application and must be drilled
in full compliance with all applicable laws, statutes, rules and regulations of the State of Arizona.

Issued this 16th day of May, 1969.

OIL AND GAS CONSERVATION COMMISSION

By

John R. Bannister
EXECUTIVE SECRETARY

PERMIT N^o 498

RECEIPT NO. 9580
API No. 02-005-20006

SAMPLES ARE REQUIRED

State of Arizona
Oil & Gas Conservation Commission

Permit to Drill

FORM NO. 27

Executed in Duplicate

PERFORMANCE BOND

KNOW ALL MEN BY THESE PRESENTS

Bond Serial No. SLR-707 17 19

Premium: \$50.00

That we: A. A. HOPKINS, JR., OPERATOR

of the County of Los Angeles in the State of California

as principal, and FIREMAN'S FUND INSURANCE COMPANY

of 3223 West Sixth Street, Los Angeles, California 90005

AUTHORIZED TO DO BUSINESS WITHIN the State of Arizona.

as surety, are held and firmly bound unto the State of Arizona and the Oil and Gas Conservation Commission, hereinafter referred to as the "Commission", in the penal sum of FIVE THOUSAND (\$5,000) DOLLARS lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The conditions of this obligation are that, whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to-wit:

Hopkins #1 Jordan Strat, Section 6, Township 17N., Range 6E., GSR B & M, Coconino County, Ariz.

(May be used as blanket bond or for single well)

NOW, THEREFORE, if the above bounden principal shall comply with all the provisions of the Laws of this State and the rules, regulations and orders of the Commission, especially with reference to the requirements of A.R.S. § 27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the Oil and Gas Conservation Commission all notices and records required by said Commission, then in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, this obligation is void; otherwise it shall remain in full force and effect.

Whenever the principal shall be, and declared by the Oil and Gas Conservation Commission in violation of the Laws of this State and the rules, regulations and orders of the Commission, the surety shall promptly:

1. Remedy the violation by its own efforts, or
2. Obtain a bid or bids for submission to the Commission to remedy the violation, and upon determination by the Commission and the Surety of the lowest responsible bidder, arrange for a contract between such bidder and the Commission, and make available as work progresses sufficient funds to pay the cost of remedying the violation; but not exceeding, including other costs and damages for which the surety may be liable hereunder, the amount set forth in the first paragraph hereof.

Liability under this bond may not be terminated without written permission of this Commission.

WITNESS our hands and seals, this 13th day of May, 1969

A. A. Hopkins, Jr., Operator

Principal

STATE OF CALIFORNIA
COUNTY OF LOS ANGELES

ss.

On this 13th day of May, 1969,

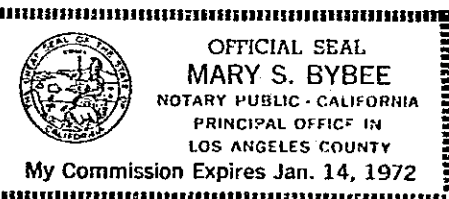
before me, Mary S. Bybee

a NOTARY PUBLIC in and for said County and State, personally appeared

Robert R. Nelson

known to me to be the person whose name is subscribed to the within instrument as the Attorney-in-fact of the FIREMAN'S FUND INSURANCE COMPANY, and acknowledged to me that he subscribed the name of the FIREMAN'S FUND INSURANCE COMPANY thereto as principal, and his own name as Attorney-in-fact.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal, at my office, in said County and State, the day and year in this certificate first above written.



Mary S. Bybee
Notary Public in and for said County and State

My commission expires

Executed in Duplicate

PERFORMANCE BOND

KNOW ALL MEN BY THESE PRESENTS

Bond Serial No. SIR-707 17 19

Premium: \$50.00

That we: A. A. HOPKINS, JR., OPERATOR

of the County of Los Angeles in the State of California

as principal, and FIREMAN'S FUND INSURANCE COMPANY

of 3223 West Sixth Street, Los Angeles, California 90005

AUTHORIZED TO DO BUSINESS WITHIN the State of Arizona.

as surety, are held and firmly bound unto the State of Arizona and the Oil and Gas Conservation Commission, hereinafter referred to as the "Commission", in the penal sum of FIVE THOUSAND (\$5,000) DOLLARS lawful money of the United States, for which payment, well and truly to be made, we bind ourselves, and each of us, and each of our heirs, executors, administrators or successors, and assigns jointly and severally, firmly by these presents.

The conditions of this obligation are that, whereas the above bounden principal proposes to drill a well or wells for oil, gas or stratigraphic purposes in and upon the following described land situated within the State, to-wit:

Hopkins #1 Jordan Strat, Section 6, Township 17N., Range 6E., GSR B & M, Coconino County, Ariz.

(May be used as blanket bond or for single well)

NOW, THEREFORE, if the above bounden principal shall comply with all the provisions of the Laws of this State and the rules, regulations and orders of the Commission, especially with reference to the requirements of A.R.S. §27-516, providing for the proper drilling, casing and plugging of said well or wells, and filing with the Oil and Gas Conservation Commission all notices and records required by said Commission, then in the event said well or wells do not produce oil or gas in commercial quantities, or cease to produce oil or gas in commercial quantities, this obligation is void; otherwise it shall remain in full force and effect.

Whenever the principal shall be, and declared by the Oil and Gas Conservation Commission in violation of the Laws of this State and the rules, regulations and orders of the Commission, the surety shall promptly:

1. Remedy the violation by its own efforts, or
2. Obtain a bid or bids for submission to the Commission to remedy the violation, and upon determination by the Commission and the Surety of the lowest responsible bidder, arrange for a contract between such bidder and the Commission, and make available as work progresses sufficient funds to pay the cost of remedying the violation; but not exceeding, including other costs and damages for which the surety may be liable hereunder, the amount set forth in the first paragraph hereof.

Liability under this bond may not be terminated without written permission of this Commission.

WITNESS our hands and seals, this 13th day of May, 1969

A. A. Hopkins, Jr.
A. A. Hopkins, Jr., Operator

Principal

WITNESS our hands and seals this 13th day of May

FIREMAN'S FUND INSURANCE COMPANY

By: Robert R. Nelson
Robert R. Nelson

Surety

Attorney-in-Fact

Condy C. Meenan
Condy C. Meenan

Surety, Resident Arizona Agent
If issued in a state other than Arizona)

(If the principal is a corporation, the bond should be executed by its duly authorized officers, with the seal of the corporation affixed. When principal or surety executes this bond by agent, power of attorney or other evidence of authority must accompany the bond.)

Approved
Date

5-16-69

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

By:

John Bannister

Permit No.

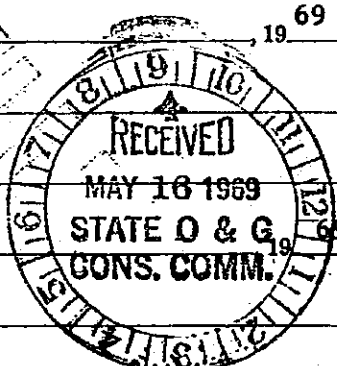
498

STATE OF ARIZONA
OIL & GAS CONSERVATION COMMISSION

Bond

File Two Copies

Form No. 2



GENERAL
POWER OF
ATTORNEY

FIREMAN'S FUND INSURANCE COMPANY

KNOW ALL MEN BY THESE PRESENTS: That FIREMAN'S FUND INSURANCE COMPANY, a Corporation duly organized and existing under the laws of the State of California, and having its principal office in the City and County of San Francisco, in said State, has made, constituted and appointed, and does by these presents make, constitute and appoint **ROBERT R. NELSON** -----

its true and lawful Attorney(s)-in-Fact, with full power and authority hereby conferred in its name, place and stead, to execute, seal, acknowledge and deliver any and all bonds, undertakings, recognizances or other written obligations in the nature thereof -----

and to bind the Corporation thereby as fully and to the same extent as if such bonds were signed by the President, sealed with the corporate seal of the Corporation and duly attested by its Secretary, hereby ratifying and confirming all that the said Attorney(s)-in-Fact may do in the premises.

This power of attorney is granted pursuant to Article VIII, Section 30 and 31 of By-laws of FIREMAN'S FUND INSURANCE COMPANY adopted on the 19th day of November, 1965, and now in full force and effect.

"Article VIII. Appointment and Authority of Resident Assistant Secretaries, and Attorneys-in-Fact and Agents to accept Legal Process and Make Appearances.

Section 30. Appointment. The Chairman of the Board of Directors, the President, any Vice-President or any other person authorized by the Board of Directors, the Chairman of the Board of Directors, the President or any Vice-President, may, from time to time, appoint Resident Assistant Secretaries and Attorneys-in-Fact to represent and act for and on behalf of the Corporation and Agents to accept legal process and make appearances for and on behalf of the Corporation.

Section 31. Authority. The Authority of such Resident Assistant Secretaries, Attorneys-in-Fact, and Agents shall be as prescribed in the instrument evidencing their appointment, and any such appointment and all authority granted thereby may be revoked at any time by the Board of Directors or by any person empowered to make such appointment."

This power of attorney is signed and sealed under and by the authority of the following Resolution adopted by the Board of Directors of FIREMAN'S FUND INSURANCE COMPANY at a meeting duly called and held on the 15th day of July, 1966, and that said Resolution has not been amended or repealed:

"RESOLVED, that the signature of any Vice-President, Assistant Secretary, and Resident Assistant Secretary of this Corporation, and the seal of this Corporation may be affixed or printed on any power of attorney, on any revocation of any power of attorney, or on any certificate relating thereto, by facsimile, and any power of attorney, any revocation of any power of attorney, or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Corporation."

IN WITNESS WHEREOF, FIREMAN'S FUND INSURANCE COMPANY has caused these presents to be signed by its Vice-President, and its corporate seal to be hereunto affixed this 17th day of MAY, 19 68.



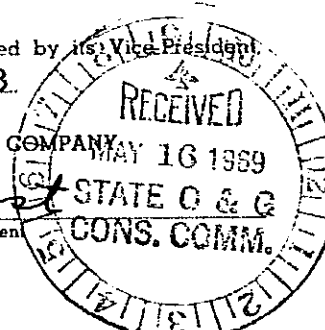
STATE OF CALIFORNIA,

CITY AND COUNTY OF SAN FRANCISCO

FIREMAN'S FUND INSURANCE COMPANY

By

S. D. MENIST, Vice-President



On this 17th day of MAY, 1968, before me personally came S. D. MENIST, to me known, who, being by me duly sworn, did depose and say: that he is Vice-President of FIREMAN'S FUND INSURANCE COMPANY, the Corporation described in and which executed the above instrument; that he knows the seal of said Corporation; that the seal affixed to the said instrument is such corporate seal; that it was so affixed by order of the Board of Directors of said Corporation and that he signed his name thereto by like order.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal, the day and year herein first above written.



Ethel L. Watkins

ETHEL L. WATKINS, Notary Public
My commission expires March 2, 1971.

CERTIFICATE

STATE OF CALIFORNIA,

CITY AND COUNTY OF SAN FRANCISCO

I, the undersigned, Assistant Secretary of FIREMAN'S FUND INSURANCE COMPANY, a CALIFORNIA Corporation, DO HEREBY CERTIFY that the foregoing and attached POWER OF ATTORNEY remains in full force and has not been revoked; and furthermore that Article VIII, Sections 30 and 31 of the By-laws of the Corporation, and the Resolution of the Board of Directors, set forth in the Power of Attorney, are now in force.

Signed and sealed at the City and County of San Francisco. Dated the 13th day of MAY, 19 69



Winifred H. Browne

WINIFRED H. BROWNE, Assistant Secretary

December 3, 1969

Fireman's Fund American
Insurance Companies
P.O. Box 2323
Los Angeles, California 90054

Attention: Mr. Robert R. Nelson
Attorney-in-Fact

Re: Hopkins #1 Jordan Strat
SE/4 SE/4 Section 6,
T17N, R6E, Coconino County
Our File 498

Your Bond No. SLR-707 17 19

Gentlemen:

Please be advised that Mr. A. A. Hopkins, Jr., principal of the captioned bond, has fulfilled the requirements of this Commission as to the captioned well, consequently captioned bond may be cancelled effective December 3, 1969.

Sincerely,

John Bannister
Executive Secretary

JB/vb

cc: Mr. Hopkins



December 1, 1969

Francis E. Pastor: RESIDENT VICE PRESIDENT

LOS ANGELES BRANCH OFFICE: 3223 WEST 6TH STREET • LOS ANGELES, CALIFORNIA 90054
MAILING ADDRESS: POST OFFICE BOX 2323 • PHONE: AREA CODE 213 • 381-3141

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Oil & Gas Conservation Commission
State of Arizona - Room 202
1624 W. Adams
Phoenix, Ariz. 85007

Re: A.A. Hopkins, Jr., Operator
Bond: SLR-7071719
Oil Well Drilling Bond
Description of Well: Hopkins #1 Jordan Strat
Coconino County, Arizona

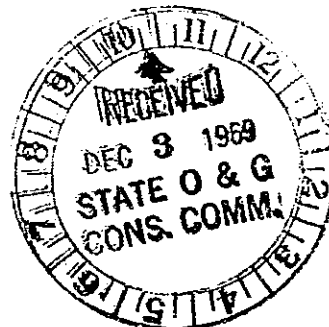
Gentlemen:

Our principal, A.A. Hopkins, Jr. has failed to remit bond renewal premiums to us. Accordingly, we are desirous of terminating our Surety relationship with Mr. Hopkins.

In accordance with the last paragraph of the bond form, we request the written permission of the Commission to terminate our liability under this bond at the earliest possible moment.

Robert R. Nelson
FIREMAN'S FUND INSURANCE CO.
ROBERT R. NELSON, Attorney-in-Fact

RRN/JC



498

X-Chance

November 14, 1969

Registered Mail

Mr. A. A. Hopkins, Jr.
9437 Santa Monica Boulevard
Beverly Hills, California 90210

Re: Hopkins #1 Jordan Strat
T17N, R6E, G & SRM
Sec. 6: SE/4 SE/4
Coconino County, Arizona
Permit #498

Dear Mr. Hopkins:

I have been informed that O'Donnell & Ewing have removed their equipment from the captioned site. Consequently, the well location may now be cleaned and leveled. As you are aware, Mr. Walter Jordan has indicated his desire to take this well over as a water well. Consequently, as soon as the site has been restored to Mr. Jordan's satisfaction our file on this well will be closed and your bond may be released. Inasmuch as the weather situation

favorable in the near
diately. In the
se, the Commission
Company's Bond No.

PLEASE FURNISH SERVICE(S) INDICATED BY CHECKED BLOCK(S). REQUIRED FEE(S) PAID.	
<input type="checkbox"/> Show to whom, date and address where delivered	<input type="checkbox"/> Deliver ONLY to addressee

RECEIPT Received the numbered article described below.	
REGISTERED NO. 37632	SIGNATURE OR NAME OF ADDRESSEE (Must always be filled in) A. A. Hopkins, Jr.
CERTIFIED NO.	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY M. M. Murphy
INSURED NO.	SHOW WHERE DELIVERED (only if requested)
DATE DELIVERED 11/17/69	

55-16-71546-11 347-198 GPO

na
Sedona, Arizona

Mr. Jordan would appreciate it if the work could be done
by Mr. Bob Blevins, Box 807, Camp Verde, Arizona
Telephone: 587-3381

X-Chromo

November 14, 1969

Registered Mail

Mr. A. A. Hopkins, Jr.
9437 Santa Monica Boulevard
Beverly Hills, California 90210

Re: Hopkins #1 Jordan Strat
T17N, R6E, G & SRM
Sec. 6: SE/4 SE/4
Coconino County, Arizona
Permit #498

Dear Mr. Hopkins:

I have been informed that O'Donnell & Ewing have removed their equipment from the captioned site. Consequently, the well location may now be cleaned and leveled. As you are aware, Mr. Walter Jordan has indicated his desire to take this well over as a water well. Consequently, as soon as the site has been restored to Mr. Jordan's satisfaction our file on this well will be closed and your bond may be released. Inasmuch as the weather situation in the Sedona area could become unfavorable in the near future, you are requested to act immediately. In the event of your failure to act, of course, the Commission must look to Fireman's Fund Insurance Company's Bond No. 3LR 707-17-19.

We appreciate your cooperation.

Sincerely,

John Bannister
Executive Secretary

JB:jd

cc: Mr. A. A. Hopkins, Sedona, Arizona
Mr. Walter Jordan, Jordan Road, Sedona, Arizona

Mr. Jordan would appreciate it if the work could be done by Mr. Bob Blevins, Box 807, Camp Verde, Arizona
Telephone: 567-3381

POST OFFICE DEPARTMENT
OFFICIAL BUSINESS
Print your name and
address on this receipt
before delivery, or
return to sender
undelivered
Article
Returned to sender
if not received
within 10 days
of mailing
NOV 19 1969
U.S. MAIL
POSTAGE WILL BE PAID BY ADDRESSEE
3611
NOV 19 1969
U.S. MAIL
POSTAGE WILL BE PAID BY ADDRESSEE

Telephone
by Mr. Jordan
cc: Mr. Jordan
JB:jd
John Baun's
Executive
Sincerely,

We appreciate
must look to
event of you
future, you
in the future
bond may be
action our
soon as the
take this well
are aware, Mr.

POST OFFICE DEPARTMENT
OFFICIAL BUSINESS

17 NOV 1969

POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

Oil & Gas Commission
1624 West Adams
Room 202
Phoenix, Arizona 85007

RECEIVED
NOV 19 1969
STATE COMMISSION

QUALITY FOR SERVICE USE TO AVOID
PAYMENT OF POSTAGE 50c

Form 3811 APR 1969

Sedona, Arizona
17 July 1969



Hon. Barry Goldwater - Senator
State of Arizona
U.S. Senate Building
Washington, D.C. 20510

Dear Senator Goldwater:

Please refer to your letter of June 24, 1969 to Mrs. Faith S. Morrow, P.O. Box 403, Sedona, Arizona, regarding the oil well activity in the village of Sedona.

To your letter was attached a letter dated June 6, 1969, addressed to you from Mr. John Bannister, Executive Secretary to the Oil and Gas Conservation Commission of the State of Arizona.

This correspondence was called to the attention of the undersigned in response to your suggestion that Mrs. Morrow contact others in the area in support of her feelings.

Briefly, we support Mrs. Morrow in her stand on this unwarranted drilling venture in the community of Sedona. In addition, we would like to express ourselves quite plainly with respect to the remarkable demonstration of unreliable information presented to you in Mr. Bannister's letter. Because of the length of his letter, and the nature of his statements, we regret the need for another long letter to put the record straight for you.

You may wish to rejudge that portion of your letter to Mrs. Morrow in which you stated "I think Mr. Bannister's explanation is a good one". Please note that we are sending Mr. Bannister a copy of this letter.

The "three other individuals" he referred to are among the undersigned and received a similar reply of misinformation and obvious propaganda favoring further oil drilling anywhere in the state without any apparent regard to the local situation. Possibly the regulations followed by the Commission should be modified to protect areas such as Sedona. We appreciate the fact that your jurisdiction does not cover the operations of the Oil and Gas Conservation Commission of Arizona, but we feel that you should be informed about some facts in the area not correctly stated by Mr. Bannister.

For example, apparently the Commission does not have the full authority to control all drillings in Arizona. By Mr. Bannister's own statement (the last paragraph on page 1 of his letter), the Commission has no responsibility over other agencies such as Federal Government, or city or County zoning ordinances that may be involved. The operator of the well is responsible for compliance with these local ordinances. It sounds like a case of passing the buck. It appears that the operator's request for permission to drill should include evidence of compliance with such local ordinances before the Commission issues a permit.

A98

Page 2

We differ with the statement by Mr. Bannister, referred to in your letter to Mrs. Morrow, that Mrs. Morrow's feelings are not supported by a large number of residents in her area. It is hard to believe that he did not know of the 50 signatures on a letter requesting the Coconino County Zoning and Planning Comms'n. in Flagstaff to verify the seeming illegality of this drilling in a residential zone, which the Commission did. This number of signers could have been several hundred had we had time to obtain them before deadline delivery of the letter to Mr. William Flick, attorney for the Commission, on Saturday, May 17. A copy of this letter, with signatures, is attached for your information.

As a result of verification by the Commission, the Attorney for Coconino County requested the Jordans, or their attorney, to appear in connection with the well's location, illegally, within an R-1, 10,000 square feet zone area.

A review of Mr. Bannister's letter and some of his comments warrants the following remarks:

- 1 - We question the expenditure of \$500,000 "in the neighborhood" by Mr. Hopkins: first, because the 10(?) wells have been scattered from Prescott to Sedona; also, because the largest portion, by far, of this amount goes for cost of equipment, its maintenance, salaries of drillers, truckers and suppliers who do not live in Sedona, except for the supervisor of drilling who lived in a mobile home on the drilling site. This mention of expenditures is irrelevant to the real issue.
- 2.- Mr. Bannister states that work was started on May 17 and terminated on May 23. Actually, work was started on May 15, drilling started on May 17, and drilling stopped on May 23, after Mr. Jordan's appearance before the Coconino County Attorney. This area was zoned for residential use only, prior to May 16, and, according to Mr. Bannister, it is the responsibility of the drilling company or operator to comply to local ordinances, regardless of when his agreement with Mr. Jordan may have been made.
- 3 - Mr. Bannister stated that the permit was granted on May 16, 1969. This directly contradicts the letter of May 23 received by three of the undersigned from Mr. Bannister in which he stated that the ~~letter~~ permit was issued on May 19. It appears to us that Mr. Bannister should have reprimended the operator for starting the drilling prior to the 19th. We have verbal and written statements verifying that the permit was issued on the 19th, not the 16th. To date, a visible permit sign has not been posted on the drill site as required by regulations of the Oil and Gas Commission.
- 4.- We question Mr. Bannister's statement of 50 hours running time for the equipment in the six day period. Adjacent residents timed the actual continuous running time from Saturday, May 17, noon, to sometime Tuesday, May 20; then operation resumed on Wednesday, May 21 to sometime Friday, May 23, day and night. For some other purpose, the equipment operated until Saturday noon, May 24. In addition, diesel engines were running all night every night to operate the many flood and tower lights. Also the shouting of workmen day and night made the neighborhood look and sound like a carnival.

- 5 - Mr. Bannister's statement that the odor of the operating diesel engines was more than that of a passenger truck leads us to suggest that he permit not one truck, but five huge diesel trucks to park in front of his own home with engines emitting fumes and noise at full speed for several days and nights. That would be comparable to the situation that occurred here. There were five huge diesel engines in operation most of the time.

We could furnish a doctor's affidavit with reference to treatment for throat, ear and eyes, required because of those fumes. We would like categorically to state that Mr. Bannister's statement in this regard is quite unwarranted. Most of the residents in the surrounding area will support Mrs. Morrow's claims.

- 6 - Mr. Bannister has not fully or accurately presented the location of the well to you. He didn't tell you of the residential developments in which 20 or more \$25,00 to \$50,000 homes are located on three sides of the drill site; at least eight of which are within 300 feet of the well. Two, including Mrs. Morrow's, are just across the street from the site. The well is a mile from the business area mentioned by Mr. Bannister.
- 7 - This proximity to other development would appear to us to violate the Commission's rules and regulations concerning oil drilling requiring 80 acres as a drilling unit, and limiting the drill site to no less than 330 feet from the unit boundary. Mr. Bannister contends that no violation of the rules and regulations was incurred because the permit was issued for stratigraphic purposes. This, we feel, is evasion of the true purpose, publicly stated and acknowledged by the operators and drillers (in the newspaper, (Red Rock News) in this case for oil, no mention of stratigraphic purpose being mentioned. Mention was made of the possibility of a water supply for the land owner, Mr. Jordan. From all that we can learn, however, a supply of water which could be economically produced has not been secured for the property owner.

Need we go further?

We think not - but there are a few other points of contention with respect to Mr. Bannister's statements concerning the value of such drilling to Sedona, etc.

Because of this oil well operation and the current existence of the derrick, diesels, trucks, mobile home, pipes and other unsightly and dusty conditions (dust not having been controlled at any time), two real estate agents active in this area have informed one of the undersigned and Mrs. Morrow that their homes cannot be sold as long as the above mentioned equipment remains on the present site; or at best, at much below the value prior to this condition. For even though drilling may have been completed on May 23, all drilling equipment mentioned above remains on the site as of this date. We question the legality of permitting this equipment to remain on the site, whether until a new drilling site is located, or until other, unrelated problems are solved.

Concerning Mr. Bannister's various statements discussed above, it seems impossible for Mr. Bannister's office to have made a responsible investigation of the site or of what has been taking place. We do not care to speculate as to the source of his information, but would suggest that in future cases Mr. Bannister, before committing

Page 4

himself as he has, make his own investigation and visit the area to get all viewpoints in the immediate area affected. This might be well to do before the next permit is issued in Sedona even for "stratigraphic" purposes. He will find that considerably more than a very small group of people in the vicinity of the prospective new drilling site will not be in favor of the operation. We are confident that the vast majority of the residents in this, the Coconino part of Sedona, are not interested in oil well drilling or it's alleged benefits. The state is vast. Why pick one of the most scenic spots in the whole U.S.A. for such undesirable operations. Sedona, in its beauty, as you are surely aware, is an asset to Arizona and to the nation far in excess of mere dollars and cents. People come here to view - to wonder - and to exclaim. We think an asset such as this should be protected at all costs for its aesthetic and unique value to the state - to the country - to posterity!

You have demonstrated your interest in and helpfulness to Sedona in many ways, which we greatly appreciate. It is in recognition of this spirit that we have felt free to express our feelings at some length concerning the activities of oil operations in this area.

Respectfully,

Robert H. Smith, Zoning Committee, Box 913, Sedona, Az.
Fred T. Schell, " " Box 926, " "
L. Stanford Altpeter, Box 70, Sedona, Az.
Arthur R. Morrow, Box 403, Sedona, Az.
Leonard Johnson, Zoning Committee, Box 136, Sedona, Az.
Arnold Heihenin, " " Box 218, Sedona, Az.
L. C. Gaberel, President, Taxpayer's Protective Ass'n., Box 175,
Sedona, Az.
Anna J. Emmons, Zoning Committee, Box 223, Sedona, Az.
Donald F. Christy, President, Zoning Committee, Box 256, Sedona, Az.
Maude R. Hardman, Sec'y., Zoning Committee, Box 85, Sedona, Az.
Ellsworth M. Schnebly, Sec'y., Taxpayer's Ass'n., Box 222, Sedona, Az.
Faith S. Morrow, Box 403, Sedona, Az.
W.A. Steinbach, Lazy Bear Development, Box 1247, Sedona, Az.

cc: John Bannister, Exec. Sec'y., Az. Oil and Gas Conservation Comms'n.
Governor Jack Williams, State of Arizona

Sedona, Arizona
May 16, 1969

Mr. Stuart Houston, Chairman
Coconino Co. Planning and Zoning Commission
Box 1813, Flagstaff, Arizona

Dear Mr. Houston:

The undersigned residents of Indian Trails and Cibola Hills subdivisions of Sedona, and other interested parties, would like to call to your attention an apparent breach of R-1 zoning in an area adjacent to the above developments; specifically, in the northwest corner of the Jordan orchards, on Navajo Trail. Mr. William Flick, attorney for your commission, has advised one of the signers to call this situation to your attention for investigation and action.

The above mentioned breach is an oil drilling operation, a business venture promoted by Hopkins and Perkins, drilling being done by O'Donnell and Ewing, oil producers and contractors of 4800 N. Central Ave., Phoenix. Installation of rig and other preparatory operations have been taking place on this date, Friday, May 16. We have been informed that permit for this operation has not yet been granted by the Arizona Oil and Gas Commission.

We request a prompt investigation of this operation by your attorney to determine any violation of R-1 zoning regulations, since the area in which operations are taking place was recently zoned R-1. We assume that determination of a breach of R-1 zoning will result in the matter being turned over to the county attorney for immediate action and halting of further drilling operations at this location.

It is further possible that Hopkins and Perkins have not met the legal requirement for the minimum area surrounding such operations, which we believe to be 80 acres.

Communication regarding the above may be had with any one of the following: Robert H. Smith, 659 Coronado Trail, Sedona, Tel: 282-7503;
L. Stanford Altpeter, 634 Apache Trail, Sedona Tel: 282-7546
Fred T. Schell, Navahopi Road, Sedona, Tel: 282-3525

Name	Address	Name	Address
Robert H. Smith	659 Coronado Trail	Carl Winter	655 Coronado Trail
Robert H. Smith	659 Coronado Trail	Robert Winter	655 Coronado Trail
Fred T. Schell	116 Navahopi	Donna L. Winter	655 Coronado Trail
Charles van Hartesveldt	118 Navahopi	Lawrence B. Kline	
Barbara C. Schell	116 Navahopi	Harold B. Kline	
James van Hartesveldt	118 Navahopi	Marianne Kline	
Paul W. Allen	110 Navahopi Rd.	Howard Wilson	700 N. 1st St.
Walter E. Meyer	112 Navahopi Rd.	William L. Kline	
Henry R. Brown	Box 34 Sedona	Emily T. Schneider	Box 528 Sedona
Saraheline Beltman	Box 34 Sedona	Leah M. Livingston	Box 87 Sedona

Mr. Stuart Houston, Chairman
Economic Co. Planning and Zoning Commission
Box 1813, Flagstaff, Arizona

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Frank Coffey 716 8650
 Betty Co Coffey
 Charles M. Bowe Boy 312 Magallan House
 Bonnie M. Bowe Boy 312 Magallan House
 Curtis J. Bowe Boy 312 Magallan House
 Edward M. Bowe Boy 312 Magallan House
 Max M. Bowe Boy 312 Magallan House

A. A. HOPKINS, JR., OPERATOR

9437 SANTA MONICA BOULEVARD
BEVERLY HILLS, CALIFORNIA 90210
(213) CRESTVIEW 4-9353

July 28, 1969

Mr. James A. Lambert
Oil & Gas Conservation Commission
Phoenix Arizona 85007

Dear Sir:

In response to your letter of July 24, 1969 kindly let me advise that the Hopkins #34-1Y Federal well was suspended on July 7, 1969. I should like to obtain your permission to allow said well to stay suspended for at least 90 days or until we can drill either the Hopkins #34-4 Federal or the Hopkins #33-1 Federal locations. I feel that either of these two locations will permit us enough additional information to decide then as to whether the #34-1Y should be reworked or abandoned.

Will you kindly inform me at your earliest opportunity if this suspension can be granted.

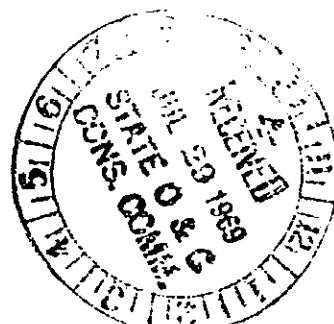
42 I shall also advise you as to the date when the Jordan location is cleaned up in order that the drilling bond on that well can be released. As you know the clean up of this location is only waiting on O'donnell & Ewing, Inc, drilling contractors, to move their rig off the location. I have released their rig at the time of completion of the Jordan Strat Test #1 and have requested they move same, but they have been negligent in doing so. If you will advise them to move such equipment off this location so that I do not incriminate myself with my surety, I shall be most grateful. Thank you.

Very truly yours,

A. A. HOPKINS, JR., OPERATOR

A. A. Hopkins, Jr.
A. A. Hopkins, Jr.

AAH/m



X-Chloro

July 25, 1969

Mr. Richard K. Mangum
Mangum, Wall and Stoops
201 Arizona Bank Building
Flagstaff, Arizona 86001

Re: Hopkins #1 Jordan Strat
SE/4 SE/4 Section 6
T17N, R6E
Coconino County
Our File 498

Dear Mr. Mangum:

Please be advised that the operations of Mr. A. A. Hopkins, Jr. on the captioned well are covered by Fireman's Fund Insurance Company Bond No. SLR 707 17 19 in the amount of \$5,000. Before this bond can be released this Commission must be satisfied that all of its rules and regulations have been complied with and that the surface has been left in as clean and restored condition as possible. On May 23, 1969, Mr. Walter Jordan and his wife, Ruth Woolf Jordan, accepted this well as a water well which means that the hole properly will not be plugged until such time as Mr. Jordan is through with his use of this well.

Please be assured that prior to the release by the Commission of the above mentioned bond, we will satisfy ourselves that the surface has been restored to as near its prior condition as possible. If necessary, of course, this Commission will call upon the bond company to perform this work.

Please rest assured of our cooperation.

Sincerely,

John Bannister
Executive Secretary
JB:jf

498

H. KARL MANGUM
DOUGLAS J. WALL
RICHARD K. MANGUM
DANIEL J. STOOPS
JOYCE O. MANGUM

MANGUM, WALL AND STOOPS
ATTORNEYS AT LAW
201 ARIZONA BANK BUILDING
FLAGSTAFF, ARIZONA 86001

NEIL V. CHRISTENSEN
1923-1966
MAILING ADDRESS: P. O. Box 10
TELEPHONE 774-6664

July 24, 1969

Arizona State Oil and Gas
Commission
Capitol Building
Phoenix, Arizona

Attn: John Bannister

Gentlemen:

Mr client, Mr. Walter Jordan, recently entered into an oil drilling agreement with one A. Hopkins. Mr. Hopkins promised in the agreement to restore the condition of the land after drilling ceased and the rig was removed.

The drilling operation is over and the rig is to be removed within about a week. We have had indications which lead us to believe that Mr. Hopkins is not going to take care of restoring the land.

I understand that at times such a driller is required to post a performance bond to protect the landowner under such circumstances. I would like to know whether there is such a bond on this particular lease. If so, what is the amount and what steps are necessary to enjoy its benefits?

Very truly yours,

MANGUM, WALL AND STOOPS

Richard K. Mangum
Richard K. Mangum

RKM:cl



498

X-CHRONO
X-Lambert

July 23, 1969

Mr. A. A. Hopkins, Jr.
Oak Creek Trailer Park
Space #3
Sedona, Arizona 86336

Re: Hopkins #1 Hallermund, Permit 487 x
Hopkins #1 Frye Strat, Permit 492 x
Hopkins #1 Cocconino Cattle Company Strat, Permit 493 x
Hopkins #34-2 Federal, Permit 495 x
Hopkins #1 Jordan Strat, Permit 498

Dear Mr. Hopkins:

Enclosed is a photocopy of a letter we sent to Fireman's releasing the bond on the #1 Hallermund. This was done in May and our records indicate that we notified you at both Sedona and Beverly Hills. We regret that you did not receive this letter. You will also find enclosed copies of our letters to the bonding companies releasing the bonds on the #1 Frye Strat, the #1 Cocconino Cattle Company Strat, and the #34-2 Federal wells.

We are unable to release the bond on the Hopkins #1 Jordan Strat at this time. When the rig has been removed from the well site and an inspection has been made that the site is properly cleaned and marked, we will be willing to release the bond pertaining to that well. Please advise us when you have complied with the conditions enumerated pertaining to the #1 Jordan Strat.

Yours truly,

James A. Lambert
Administrative Assistant

JAL:jf
Enc.

A. A. HOPKINS, JR., OPERATOR

9437 SANTA MONICA BOULEVARD
BEVERLY HILLS, CALIFORNIA 90210
(213) CRESTVIEW 4-9353

July 22, 1969

Mr. Jay Eby, District Ranger
U. S. Forest Service
Sedona, Arizona 86336

Dear Mr. Eby:

I am submitting herewith a new proposed drilling location known as the Hopkins-Federal #33-1 situated in Section 33, Township 18 North, Range 5 East, Yavapai County, Arizona.

Both the survey by Mr. Leroy Gaberel and a signed application for a permit to drill are tendered to you at this time. I shall appreciate your giving this matter your full consideration in order that a permit can be rapidly expedited.

Thank you.

Very truly yours,

A. A. HOPKINS, JR., OPERATOR

A. A. Hopkins, Jr.

AAH/m

Encl (s)

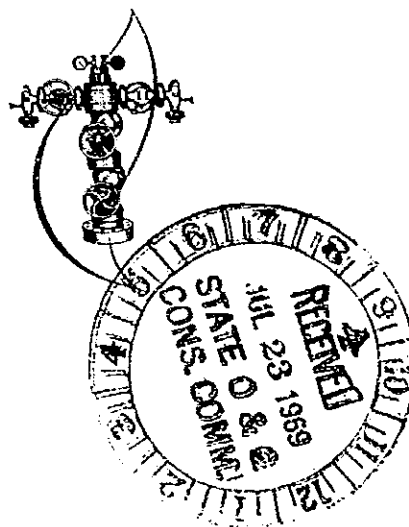
cc Mr. John Bannister, Secretary
Oil & Gas Conservation Commission

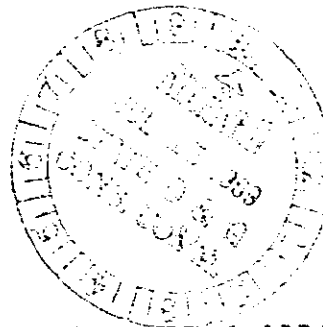
P. S. John, I have received no notification from your office as yet that any of the Drilling Bonds covering the Frye #1, Hallermund #1, Coconino Cattel Co. #1, Federal #34-2 or Jordan #1 have been released. Since all conditions have been fulfilled, will you kindly attend to these releases. Thank you.

498-7
Do not release/John Bannister

7-23 Copies sent Hal Lusi
4 U. S. Forester in
Albuquerque. C. W. B.

verbal okay not
well notes by John
Bannister on this date
7/23/69 (9C)





Dear Senator Goldwater:

Thank you for your efforts regarding the oil well drilling in the Sedona area.

It is unthinkable that a person in Mr. Hannister's position could have been suborned to make such a report, so the only conclusion to be reached is that a two and one-half page letter was written in total ignorance of the subject matter.

Paragraph 1 -- To date, there has only been one other well in Sedona, so far, and that was down near the creek near the Art Barn. I have been told that this well was discontinued because the amount of land required for drilling was not complied with. The other wells drilled have been miles out of town in the Dry Creek and Boynton Pass area.

Paragraph 2 -- The natural growth was scraped off the lot where this well was drilled on May 15th - a Thursday - the equipment was moved in on May 16th and drilling started on May 17th - Saturday. Mr. Jordan has told us that the casing is stuck in twelve feet of granite, having by-passed the water on the way down, and that he will be unable to use the well as the water is so far down to be pumped.

Paragraph 3 -- The location of the well as given by Mr. Hannister sounds as if it is way out in the country. This is not so. The apple orchard in question was partly sub-divided in 1955. We bought our lot, which runs two rows of apple trees into the orchard, in 1956. Some of the people in this sub-division have lived here since 1958. We retired and built here in 1964. Mr. Jordan had the remainder of the orchard surveyed for sub-division in 1966 and began selling lots in 1968, charging one thousand dollars extra for the lots that contain apple trees. There are four new homes directly adjoining our property - in the forty-thousand dollar class.

Paragraph 4 -- If there are no laws concerning drilling for oil in this type of community and ruining the property values of other citizens, then I think it is time our law makers got busy.

Paragraph 5 -- Concerning the statement that this operator went to great lengths to avoid nuisance to the surrounding area; after denuding the drilling site of all natural growth at a time of year when we have a great deal of wind, only twice have they used the water cart and we have been inundated with red dirt, both from the drilling site and from the many trucks and cars used in the operation. Our home, being only 180 feet from the drill site, and my husband having emphysema, he was forced to stay in the house with all doors and windows closed as the fumes were nauseating and caused him difficulty in breathing. Most of the people in this section are retired and a great many of them moved here to get away from the smog and stench from oil drilling and refineries on the California scene.

-2-

The value of our property and this section of the country is in the scenery and the peaceful quality of the area, and it is hard to see how any benefit could be derived from having that atmosphere spoiled by this sort of development. It certainly adds nothing to the beauty of section, bringing in more of the atmosphere of a huge wrecking yard.

It is now July 12th and the drilling equipment is still here, and so far Mr. Jordan's efforts to get them to move have been in vain. The lease was for 30 days, which were up on June 15th.

Mr. Bannister gives the impression that I and my husband are the only ones in S₂ dona who objected to this operation. Nothing could be farther from the truth. Three petitions were circulated and everyone signed, but they were sent to the planning and zoning commission and it seems they died there. I wonder how Mr. Bannister would like to wake up some fine morning and find this type of operation moving into his residence neighborhood.

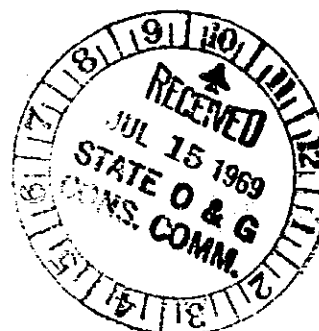
It all boils down to the fact that the little citizen is at the mercy of the big operators, as he can't afford the legal processes to set his moral rights.

Again, thank you for your efforts and time.

Sincerely,

Faith S. Morrow.

CC-Mr. Bannister.



From the Desk of

JOHN BANNISTER

June 6, 1969

Dear Stan,

I am enclosing a copy of a memo I recently received from Barry Goldwater together with my reply to him. This is sent to you for your information.

Currently, the Sedona situation is all calmed down and even though the rig is still on location there are no further complaints.

John

498

June 6, 1969

Honorable Barry Goldwater
United States Senate
Washington, D.C.

Dear Senator Goldwater:

This is in reply to your letter of June 2, 1969 concerning the letter written to you by Mrs. Faith S. Morrow of Sedona.

Briefly, the well in question is one of ten wells drilled in search of oil or gas in the Sedona area by Mr. A. A. Hopkins, Jr., of Los Angeles, California. Mr. Hopkins is a small, independent producer who has spent in the neighborhood of \$500,000 in the Sedona area in his efforts. The well referred to is the Hopkins No. 1 Jordan Well located in the SE/4 SE/4 of Section 6, Township 17 North, Range East, Coconino County.

Work was commenced on this well on May 17 and ceased on May 23rd. During the six days that the well was in operation, the actual equipment was running only some fifty hours. For your information, no discovery of oil or gas was made, however a section containing fluorescent material was uncovered. This well has resulted in a well capable of producing water and has been turned over to the land owner. I might add that of the ten wells drilled by Mr. Hopkins, six wells have been turned over to the Forest Service or to private citizens as dependable water wells, greatly aiding this area of our State and at no cost to the recipient. At present the operations on this well have ceased, however the equipment is still on the drill site awaiting Mr. Hopkins' orders to move to a new location. There are no known complaints as to this.

The location of the well is well back from the main road through Sedona, being some two blocks north and two blocks east of the Matterhorn Hotel and is on the fringe of an apple orchard which is owned by Mr. Walter Jordan. Mr. Jordan and Mr. Hopkins entered into a leasing contract on Mr. Jordan's private property some time in March of this year. At that time there was no county zoning of the area.

Mr. Hopkins applied to this Commission for a permit to drill and our permission was granted on May 16, 1969. As you may be

498

Hon. Barry Goldwater
6-6-69
Page 2

aware, once an application is made to this Commission and State laws governing same have been complied with, this Commission is obligated to issue its permit. Should there be other agencies such as the Federal Government or city or county zoning ordinances involved, it is the responsibility of the operator of the well to comply with these.

The operator of this well has gone to great extent in preventing nuisances to the people in the surrounding area of operations. He went to such lengths as keeping the area well watered to prevent a dusting problem. I notice that Mrs. Morrow complained in her letter to you of the nauseating fumes. This categorically was not the case. There are no known cases of nausea caused from this operation. The equipment itself is powered by diesel engines and occasionally the odor is noticeable, if you are close enough, however it is certainly no worse than the odor caused by a passing truck.

Only a very small group of the people in Sedona objected to this well, by far the majority were much in favor of the operation, realizing the benefits that could come from a successful discovery of oil in the area as well as realizing the benefit to the area of the money Mr. Hopkins has already spent in the community.

On May 19, 1969 Mrs. Morrow complained of the well to Governor Williams; this letter was forwarded to my office for reply. I am enclosing two copies of my letter to Mrs. Morrow, together with copies of the enclosure mentioned therein. I would also point out that only one complaint was received in this office - one letter signed by three persons. I am also enclosing copies of my reply to that letter.

I might report this operator is contemplating drilling four more wells in the Sedona area as well as two wells somewhere in the Flagstaff area. As you are aware, the search for oil and gas within the State of Arizona is in its infancy. Much of the State will be searched by small operators such as Mr. Hopkins. Their endeavors hold a great promise for Arizona's economic future, not only to its individual citizens but to the State in the form of direct taxes, increased payrolls, the buying of equipment and services for this endeavor. There will, at times, be some small inconvenience to some property holders, however this inconvenience is of but short duration and most citizens welcome a chance to participate in the rewards that could be forthcoming.

I might add that Mr. Hopkins has drilled one other well within the town of Sedona itself. This well was completed and turned

Hon. Barry Goldwater
6-6-69-
Page 3

over to the land owner as a water well and was not accompanied by the complaints caused by the well in question.

Please rest assured that this Commission is greatly concerned with preserving the beauty of our State as well as seeing that as little inconvenience as possible is caused to owners of property surrounding a drilling site.

Should you desire any further information, you have but to advise. Rest assured of the cooperation of this Commission with you in all endeavors.

Sincerely,

John Bannister
Executive Secretary

/vb

Enc.

United States Senate

June 2, 1969

Respectfully referred to:

Arizona Oil & Gas
Conservation Commission
1624 W. Adams
Phoenix, Arizona

Because of the desire of this office to be responsive to all inquiries and communications, your consideration of the attached is requested. Your findings and views, in duplicate form, along with return of the enclosure, will be appreciated by

Barry Goldwater
U.S.S.

May 19, 1969.

Dear Senator Goldwater:

I know you meet so many people that you probably will not remember me. When you attended the dedication of our new library, I shook hands with you and asked you if it were your grandfather or your uncle who was mayor of Prescott when I lived there in the 1920's.

I am writing to you for help. As you know, the unique and beautiful scenery in Oak Creek Canyon is our greatest asset, and there are few enough beautiful places in our country so that everything should be done to preserve the ones we still have.

We live in one of the nicer residence districts of Sedona - Indian Trails. Just east of us is the Jordan Orchard, which was recently zoned R-1, and a sub-division called the Hogelson Homes started, which has two lovely homes completed and two on the way to completion. Friday of this past week a wild-cat oil company moved an oil rig in just 180 feet from our property line and started drilling for oil. It seems that the Jordans have signed a lease, but doesn't it require permission to drill from some State agency; and have we property owners no protection from these big octopus oil companies? Isn't anything ever going to be done to stop them from ruining our whole country and the oceans around it?

The diesel fumes from the drilling are so obnoxious that we cannot work in our yards without becoming nauseated. Can one person be allowed to ruin the property values of a whole community?

There has been talk of organizing a vigilante committee, but I should hate to see it come to that. It seems that our elected officials could and should protect ordinary citizens from these big heartless companies who don't care who they hurt, as long as they make money for the few. Certainly they cannot expect to be re-elected if they don't "get the lead out" and do something about it.

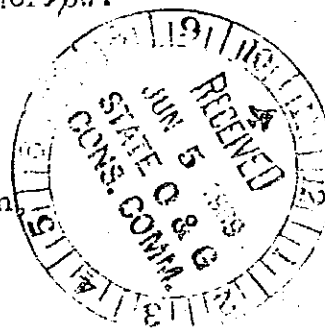
Sincerely,

Faith S. Morrow
Faith S. Morrow.

Mailing address: P O Box 405
Sedona, Ariz. 86336

Phone: 282-7335

Home Address: 626 Navajo Trail,
Indian Trails Sub-Division,
Sedona, Arizona.



May 23, 1969

Mr. L. Stanford Altpeter
P.O. Box 70
Sedona, Arizona 86336

Mr. R. H. Smith
P.O. Box 913
Sedona, Arizona 86336

Mr. Fred T. Schell
P.O. Box 926
Sedona, Arizona 86336

Re: Hopkins #1 Jordan Strat
SE/4 SE/4 Sec. 6, T17N, R6E
Coconino County
Permit #498

Gentlemen:

Receipt of your letter of May 19, 1969 is acknowledged. I am sorry there has been some delay in answering your letter but I have been out of town and this is my first opportunity to respond.

Please be advised that the captioned well was permitted by this Commission on May 19, 1969.

1. In your letter you advise that there appears to be violation of Rule 104 of the Commission's regulations. This rule pertains to the identifying sign which must be posted near the rig. There is presently located upon the lease a sign made in compliance with this rule.
2. You advise that the well has been drilled in violation of Section 105A which requires 80 acre spacing and that the well be 330 feet from the boundary of the drilling unit. Please be advised this well is being drilled as a stratigraphic well and is being drilled in complete compliance with Rule 203A. A portion of Rule 203A provides: "The provision of Rule 105 hereof shall not be

Mr. L. Stanford Altpeter
Mr. R. H. Smith
Mr. Fred T. Schell
5-23-69
Page 2

enforced against a hole drilled for stratigraphic purposes."

This Commission, as are you, is concerned with the preservation of the scenic beauty of our State, however, under the laws under which this Commission operates, once a person has made proper application to drill a well and has complied completely with our rules and regulations, we are obligated to issue this permit.

The oil industry has always exhibited a most praiseworthy concern for the areas in which it operates. The small nuisance now occurring will be over with shortly and the scenic beauties of your area restored. Should production result I feel sure that the operator will make certain that the small amount of necessary equipment will not be a detraction to the area.

For your information, I am enclosing copy of an article which appeared in a Phoenix newspaper concerning a similar situation wherein people felt the oil industry would destroy the scenic value of the Kaibab Forest. These results are not an isolated incident.

Please rest assured of this Commission's deep interest in preserving the beauty of our country and know that we will work with you in every way possible to see that this is done, however, as above pointed out, this Commission must abide by laws laid down concerning its actions.

Should you have any questions or desire any information, please do not hesitate to contact us.

Sincerely,

John Bannister
Executive Secretary

/vb

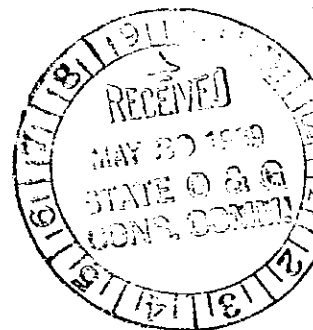
Enc.

cc - Governor Williams

A. A. Hopkins, Jr.
Mike O'Bonnell

Sedona, Arizona
May 19, 1969

Mr. John Bannister, Executive Secretary
Oil and Gas Conservation Commission
State Capitol - Room 202
1624 West Circle
Phoenix, Arizona 85007



Dear Sir:

You are undoubtedly aware of the several oil drilling projects of the Hopkins (operation) in the Sedona Area per your own records of Hopkins Operation #28-1, #34-1X and others. This concern is now drilling (O'Donnell and Ewing, Drilling Contractors at 4800 North Central Avenue, Phoenix, Arizona) on the Walter (and Ruth) Jordan property situated west of Jordan Road and north of Nava Hopi in the village of Sedona (Coconino County). This is a well built up area of nice residences in the \$25,000 to \$100,000 bracket, which area was recently zoned by Coconino County supervisors as R-1 (single family residential zone).

The residents of the area are highly disturbed by this operation and while we know you have no concern or jurisdiction over the zoning aspects of such surface usage we do feel you are of necessity interested in what we believe are violations of the Rules and Regulations of your Commission as adopted October 4, 1965 and amended Section 102 effective April 27, 1967. The facts as they appear to us are as follows:

- (1) There is no evidence of any identification (Sec. 104 of your rules) being posted on the derrick or other visible structure, posts or otherwise, nor could the drilling superintendent produce a permit to show us on Saturday a.m., May 17th. Such identification showing name of well, location, state drilling permit number, name of operator, etc. is still not visible at the drilling site as of 3 p.m. this date of May 19, 1969.
- (2) To the best of our knowledge the drilling site is not on a contiguous area of 80 acres (or 76 acres) as required for a drilling unit per your rule 105A.
- (3) The derrick and drill site location (southeast corner of Navajo and Mogollan Drive) are without question located closer than 330 feet from the boundary of any drilling unit which may have been established (composed of the Jordan property or combination with other contiguous property).

Will you be so kind as to advise whether an application for a permit to drill for oil or gas at this location has been received and approved by your Commission. If not, what action, if any, will your Commission take in this matter?

We will indeed appreciate your early attention and reply to this inquiry.

H. Stanford Altpeter
Box 76

Very truly yours,
R. A. Smith Box 913

Fred T. Schell P.O. Box 926

File 495

May 23, 1969

Mrs. Faith S. Morrow
P.O. Box 403
Sedona, Arizona 86336

Dear Mrs. Morrow:

Your letter dated May 19, 1969 to Governor Williams has been handed to this Commission for reply. I have been out of town and apologize for the delay in responding.

This Commission is well aware of your concern for the aesthetic beauty of the area in which you are fortunate enough to live. Please know this Commission, likewise, is concerned with the protection of the beauty of our State. However, State laws under which the Commission operate make it mandatory that when proper application for permission to drill has been made to this Commission, it must issue its permit. If there is a violation of city or other regulations, this becomes the responsibility of the operator of the permitted well.

While at present the drilling rig will present a somewhat unsightly appearance, this is but a temporary situation and the rig will be moved out upon completion of its work. I am sure Mr. Hopkins will do everything within his power to restore this area to its former beauty once his operations have been completed.

As you probably know, Mr. Hopkins is operating on a lease obtained from Mr. Walter Jordan, owner of the land. Mr. Hopkins is operating in compliance with a legitimate contract between the parties. Mr. Hopkins is not operating in violation of any of this Commission's rules and regulations.

For your information, I am enclosing copy of an article which appeared in the Arizona Republic concerning a similar situation wherein it was felt the oil industry would destroy the beauty of a portion of the Kaibab Forest area. You will note the conclusion of the writer was that the area had benefited from the company's operations. Please rest assured that this is not an isolated result.

Mrs. Faith S. Morrow
5-23-69
Page 2

Again, I would assure you of the vital interest of this Commission in the beauty of our State as well as in the development of a healthy oil industry which has much to contribute to the welfare of our citizens.

Should you have any questions or if we may be of any help, please advise.

Sincerely,

John Bannister
Executive Secretary

/vb

cc - Governor Williams

A. A. Hopkins, Jr.
Mike O'Donnell

May 19, 1969.

Dear Governor Williams:

I am writing for your help. We live in Sedona - in one of the nicer residence districts. As you know, Sedona's greatest asset is the scenic beauty of our area. This past week end a wild-cat oil outfit came into our neighborhood on Friday and put up an oil rig and started drilling for oil. It is obvious why they started work on Friday - so that they could be up and drilling before we could have a chance to do anything about it legally. We understand that he was given permission to drill. Doesn't this permission come from some state agency? Surely there must be some laws to protect property owners from things of this kind. They are drilling approximately 180 feet from our property, and the diesel fumes are so bad that we become nauseated when we try to work in our yard.

Oak Creek Canyon - in which Sedona is located - is a unique place. The scenery cannot be duplicated anywhere else in the world. Are the American people always to be at the mercy of these oil companies?

There has been talk of organizing a vigilante committee. We should certainly hate to see it come to that, but something has to be done.

The drilling is in a section that is zoned R-1. Is this legal? If so, I think we should have some changes in the laws. Certainly, elected officials who permit such things to go on cannot expect to be re-elected.

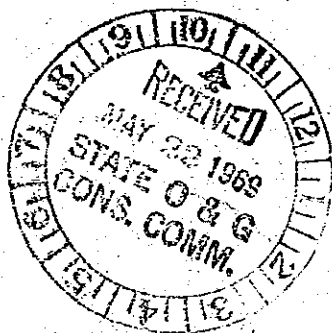
Hopefully,

Faith S. Morrow
Faith S. Morrow

(Mailing address)----P O Box 403

626 Navajo Trail
Indian Trails Sub-Division,
Sedona, Arizona.

Sedona, Arizona - 86336



RECEIVED
MAY 21 1969
GOVERNOR'S OFFICE

498

MEMO

APPOINTMENT DESK
OFFICE OF THE GOVERNOR
STATE CAPITOL BUILDING

TO: John Bannister
FROM: C. R. Krimminger

May 21, 1969

Attached is letter from Faith Morrow, Sedona. Would you
reply to Mrs. Morrow and give us a copy for our records.


C. R. Krimminger

CRK:dc
Enclosure

X - Lambert
X - Chrono

May 16, 1969

Mr. A. A. Hopkins, Jr.
Oak Creek Trailer Park
Space #3
Sedona, Arizona 86336

Re: Hopkins #1 Jordan Strat
T17N, R6E, G & 3RM
Sec. 6: SE/4 SE/4
Coconino County
Permit #498

Dear Mr. Hopkins:

Enclosed is the Application For Permit To Drill which has been approved, our Receipt #9580, a copy of your plat, and our Permit to Drill #498. Also enclosed is a copy of the approved bond.

Yours truly,

James A. Lambert
Administrative Assistant

jf

Enc.

c: Mr. A. A. Hopkins, Jr. Beverly Hills, California

498